



**CENTRAL BANK
OF ESWATINI**

Umntsholi Wemaswati

LAUNCH OF GOVERNMENT BONDS TO THE SUM OF E200,000,000

SG054 REOPENING, MATURING, 29 OCTOBER 2024 - COUPON 8.75%, E50, 000,000

SG055 REOPENING, MATURING, 29 OCTOBER 2026 - COUPON 9.00%, E50, 000,000

SG056 REOPENING, MATURING, 29 OCTOBER 2028 - COUPON 9.50%, E50, 000,000

SG057 REOPENING, MATURING, 29 OCTOBER 2031 - COUPON 10.25% E50, 000,000

On behalf of the Government of the Kingdom of Eswatini, the Central Bank of Eswatini is announcing the issuance of the above-mentioned Government Bonds. The coupon rates for these bonds are fixed at 8.75%, 9.00%, 9.50% and 10.25% respectively. The Auction Date will be on 25 May 2022 for the sum SZL 200,000,000 (Two Hundred Million Emalangenji).

The Bonds will be issued using the competitive multiple bid auction model and is open to the public including individuals, corporate and institutional investors. All investors should apply through the Primary Dealers who are the four local Commercial Banks. The purpose of the issuance is to develop the secondary market, establish a fair market price which will compensate both the borrower and investors for interest rate risks and to facilitate financial intermediation, whilst also meeting Government budgetary requirements.

The applicable Pricing Supplements and other relevant documents pertaining to the issuance is available for viewing at the Financial Markets Department of the Central Bank of Eswatini situated on the 3rd Floor, Umntsholi Building in Mbabane, as well on the Central Bank website www.centralbank.org.sz.

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Specific details for these Government Bonds are contained in the following "Call to Tender"

CALL TO TENDER

LAUNCH OF FIXED COUPON GOVERNMENT OF THE KINGDOM OF ESWATINI BONDS AUCTION TO BE HELD ON MAY 25, 2022

The Central Bank of Eswatini as agent for the Government of the Kingdom of Eswatini invites bids for the above Government Bonds whose terms and conditions are summarised as follows:

1. Issuer
2. Amount
3. Greenshoe / Overallotment option
4. Procedure for bidding
5. Auction date
6. Settlement date
7. Form of issuance
8. Auction results
9. Yield
10. Minimum bid size
11. Interest payment date
12. Coupon
13. Day count convention
14. Tax
15. Currency
16. Redemption date
17. Listing
18. Trading
19. Defaulters

- Government of the Kingdom of Eswatini
- SZL 200,000,000 (Two Hundred Million Emalangenji)
- The Issuer reserves the right to allocate an additional amount of up to 100% of the amount on offer on each bond.
- Investors to submit application forms for bids through their Primary Dealers. Investors should ensure that applications are submitted timely in order that all bids are captured on the Central Securities Depository System (CSD) before 10:00am on the auction date.
- May 25, 2022
- May 31, 2022
- Paperless (Central Securities Depository)
- Auction results shall be made available on the Bank's website immediately after the auction.
- Yield to Maturity to be quoted in multiples of 0.005%
- SZL 10,000 for individual (non-competitive) bidders
- SZL 1,000,000 for Institutional direct bidders
- 29 April and 29 October in each year for SG054, SG055, SG056 and SG057.
- SG054 Fixed at 8.75%, SG055 Fixed at 9.00%, SG056 Fixed at 9.50%, and SG057 Fixed at 10.25%.
- Actual/365
- Interest income is not subject to any withholding tax
- Eswatini Lilangeni (SZL)
- 29 October 2024 for SG054, 29 October 2026 for SG055, 29 October 2028 for SG056 and 29 October 2031 for SG057.
- Issued under the E5,000,000,000 Note Programme, 2021, listed on the Eswatini Stock Exchange
- Secondary market trading in multiples of SZL 10,000 to commence on Tuesday, 31 May 2022.
- Successful bidders who fail to honor their obligations on time will be disqualified from participating in one subsequent bond auction.

Separate Pricing Supplements will be available for each of these bonds. The Central Bank of Eswatini reserves the right to accept or reject any or all applications.